

Message Text

LIMITED OFFICIAL USE

PAGE 01 MEXICO 13369 102329Z
ACTION EB-08

INFO OCT-01 ARA-10 ISO-00 CAB-02 CIAE-00 COME-00
DODE-00 DOTE-00 INR-07 NSAE-00 FAA-00 L-03 OMB-01
TRSE-00 /032 W
-----080959 110822Z /15
R 102322Z AUG 77
FM AMEMBASSY MEXICO
TO SECSTATE WASHDC 4162

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E.O. 11652: N/A
TAGS: EAIR, EFIN, MX, US
SUBJECT: GOM ATTEMPTING TO TAX AIRLINES INTERLINE
TICKET SALES COMMISSIONS

1. U.S. AIRLINE REPRESENTATIVE INFORMED TCO THAT LAST WEEK THE MEXICAN TREASURY MADE KNOWN INFORMALLY (NOTHING OFFICIAL HAS YET BEEN RECEIVED IN WRITING) ITS INTENTION TO LEVY AN INCOME TAX ON THE COMMISSIONS EARNED BY THE AIRLINES, INCLUDING THOSE OF THE U.S., ON THEIR MEXICAN SALES OF INTERLINE AIRLINE TICKETS. REPRESENTATIVE STATED THAT THE CAMARA DE AEROTRANSPORTE (THE GOM-DESIGNATED REPRESENTATIVE OF ALL AIRLINES OPERATING IN MEXICO) IS PRESENTLY DISCUSSING THE MATTER WITH THE TREASURY. LATTER, HE REPORTS HAS INDICATED A WILLINGNESS TO CONSIDER ARGUMENTS WHY COMMISSIONS SHOULD NOT BE TAXED. IN THIS REGARD, TCO PROVIDED REPRESENTATIVE WITH COPY OF AUGUST 7, 1964 U.S.-MEXICAN AGREEMENT FOR RELIEF FROM DOUBLE TAXATION ON EARNINGS FROM OPERATION OF SHIPS AND AIRCRAFT (TIAS- 5635), WHEREIN TICKETS SALES ARE EXEMPTED FROM INCOME TAX ON A RECIPROCAL BASIS. AIRLINE REPRESENTATIVE BELIEVES THAT ONCE THE MEXICAN TREASURY HAS REVIEWED THE ACCORD, IT WILL BACK DOWN. WILL ADVISE. LUCEY

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: SALES, AIRLINES, TAXES
Control Number: n/a
Copy: SINGLE
Sent Date: 10-Aug-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 22 May 2009
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977MEXICO13369
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770289-0241
Format: TEL
From: MEXICO
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770877/aaaacncm.tel
Line Count: 55
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 1cc5305d-c288-dd11-92da-001cc4696bcc
Office: ACTION EB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: n/a
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 28-Mar-2005 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 1647757
Secure: OPEN
Status: NATIVE
Subject: GOM ATTEMPTING TO TAX AIRLINES INTERLINE TICKET SALES COMMISSIONS
TAGS: EAIR, EFIN, MX, US
To: STATE
Type: TE
vdkgvwkey: odhc://SAS/SAS.dbo.SAS_Docs/1cc5305d-c288-dd11-92da-001cc4696bcc
Review Markings:
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